

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF W & W SERVICE COMPANY)	
FOR AN ADJUSTMENT OF RATES PURSUANT TO)	CASE NO.
THE ALTERNATIVE RATE FILING PROCEDURE FOR)	96-024
SMALL UTILITIES)	

O R D E R

On March 5, 1996, W & W Service Company ("W & W") filed its application for Commission approval of a proposed increase in its rates for sewer service pursuant to 807 KAR 5:076. The proposed rates would generate additional annual revenues of approximately \$6,000, an increase of 21.5 percent above normalized test-year revenues.

Commission Staff conducted a limited review of W & W's test-period financial records. Based upon this review, Commission Staff issued its report on May 31, 1996, recommending that W & W be authorized to increase its annual operating revenues from sewer service rates by \$4,423.

By Order dated May 31, 1996, W & W was advised to file comments on the Staff Report or request a hearing or informal conference no later than June 17, 1996, or the case would stand submitted to the Commission for a decision. No statements were filed.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the

findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

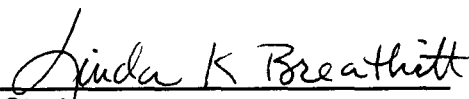
2. The rate in Appendix A, attached hereto and incorporated herein, is the fair, just, and reasonable rate for W & W and will produce gross annual revenues of \$32,340. This rate will allow W & W sufficient revenues to meet its operating expenses and provide for future equity growth.

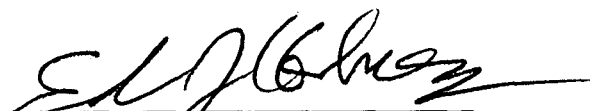
IT IS THEREFORE ORDERED that:


1. The rate proposed by W & W is hereby denied.
2. The rate proposed by Commission Staff and contained in Appendix A is approved for service rendered by W & W on and after the date of this Order.
3. Within 30 days of the date of this Order, W & W shall file with the Commission its revised tariff setting out the rate approved herein.

Done at Frankfort, Kentucky, this 10th day of July, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 96-024 DATED 7/10/96

The following rates and charges are prescribed for the customers in the area served by W & W Service Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rate

\$16.74